

FRANCHISE TAX BOARD
MINUTES
SEPTEMBER 4, 2008 MEETING

The Franchise Tax Board met in open session at 1:30 p.m. at the Franchise Tax Board, 9646 Butterfield Way, Gerald Goldberg Auditorium, Sacramento, California. Present were Hon. John Chiang, Deputy Controller Marcy Jo Mandel, Hon. Judy Chu, Ph.D., and Hon. Michael C. Genest.

Franchise Tax Board

Staff Participating: Selvi Stanislaus, Geoffrey S. Way, Patrick Kusiak, Michelle Fallon, Ben Miller, Karen Smith, and Colleen Berwick.

Others Participating: None.

Chair Chiang announced closed session would be held first to address the items on the closed session agenda and the Board convened in Closed Session commencing at 1:35 p.m. pursuant to Government Code section 11126.3. The Board reconvened in Open Session at 1:40 p.m.

Item 1. – Approval of Minutes

The minutes of the June 5, 2008, Franchise Tax Board meeting were unanimously approved (3-0).

Item 2. – Regulation Matters

Proposed Regulations Sections 25111 and 25113 (Water's-Edge Election) - Staff report and possible Board action.

The Board received a staff report and voted unanimously (3-0) to approve the staff request to proceed with the formal regulatory process.

At this time, the Members took up Item 5 Board Members' Time and Member Genest read a statement congratulating the Franchise Tax Board and others for being awarded third place in the California Best of the Web National Competition given by the Center for Digital Government. Chair Chiang and Member Chu added their congratulations and comments as well. (Member Genest's statement was read prior to Item 3 on the Agenda due to his early departure.) The Members returned to Item 5 Board Members' Time later in the meeting.

Item 3. – Administrative Matters

a. Contracts over \$1 million – AASTRA Intecom Inc. Contract – Board approval.

The Board voted 2-0 (Member Genest absent) to approve the contract.

b. FY 2009/10 BCPs (Summary)

BCP #1 – Information.

BCP #2 through #5, #7 and #8 – Board approval.

BCP #6 – Removed by the Chair.

The Board voted 2-0 (Member Genest absent) to approve BCPs #2, #3, #4, #5, #7, and #8.

Item 4. – Executive Officer's Time

There was no discussion under this Agenda item.

Item 5. – Board Members' Time

The Board members presented commendations to Ben Miller, Çağlar Çağlayan, and Debbie Newcomb for their service at FTB. Member Genest left prior to Item 3 and was absent from this presentation.

The Board adjourned the meeting at 2:04 p.m.

Board Liaison

Date